

Instrument prepared by:

**VIRGINIA GAS AND OIL BOARD**

Order recorded under:

**CODE OF VIRGINIA  
§ 45.1-361.26**

## BEFORE THE VIRGINIA GAS AND OIL BOARD

**RELIEF SOUGHT:** An Order for Disbursement of Escrowed Funds  
(and Authorization for Direct Payment of Royalties)

**JURISDICTION:** *Code of Virginia* § 45.1-351. (et seq) AND § 45.1-361.22 (et seq)

UNIT/WELL NAME: VC-501842  
TRACT(S): 1, 3, 4  
LOCATION: Dickenson County, Virginia  
TAX ID LOCATED ON EXHIBIT B

**DOCKET NUMBER:** VG0B-07-0417-1919-01

**APPLICANTS:** EQT Production Company on behalf of Don W. Ashworth and Cynthia L. Ashworth, Graham K. Tiller and Betty Tiller, Dr. Halbert E. Ashworth and Peggy Ashworth, and Range Resources-Pine Mountain, Inc.

**HEARING DATE AND LOCATION:** March 13, 2012, Russell County Government Center,  
Lebanon, Virginia

**APPEARANCES:** James Kaiser of Wilhoit & Kaiser for EQT and Sharon Pigeon, Senior Assistant Attorney General representing the Board.

**PRIOR PROCEEDINGS:**

1. Original Pooling Order Executed 08/21/2007 Recorded on 08/22/2007 Deed Book 441 Pg. 801
2. Supplemental Order Executed 08/26/2011 Recorded on 09/22/2011 Deed Book 490 Pg. 112

**NOTICE:**

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the March 13, 2012, hearing and consider whether to:

- (1) Amend the Pooling Order to provide for the disbursement of funds on deposit in the Escrow Account attributable to Tracts 1, 3, and 4 identified in the attached miscellaneous petition
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tracts 1, 3, and 4 relative to the interests of the Applicants identified in the attached miscellaneous petition.
- (3) Continue the escrow account under this docket number

**FINDINGS:** *Code of Virginia* § 45.1-361.22

Applicant has certified and represented to the Board that:

1. The owner of the coal estate for Tracts 1, 3, and 4 is Range Resources-Pine Mountain, Inc. for the subject drilling unit.

2. The owner of the gas estate for Tracts 1, 3, and 4 are Don W. Ashworth and Cynthia L. Ashworth, Graham K. Tiller and Betty Tiller, and Dr. Halbert E. Ashworth and Peggy Ashworth for the subject drilling unit.
3. Range Resources-Pine Mountain, Inc. requested EQT distribute directly all current royalties, as well as all future royalties attributable to the interests identified in the miscellaneous petition.

**RELIEF GRANTED:**

VGOB Approved Disbursement VC-501842 VGOB 07-0417-1919-01				Fractional Ownership in Tract	Net Acreage Ownership in Tract	Royalty Split Agreement	Escrowed Acres Disbursed	Percent of Escrowed Funds Disbursed
Table 1								
Item	Tract	Disbursement Table						
		Total acreage in escrow before disbursement					31,5617	
		Tract 1 Total Acreage		23.58				
1	1	Graham Kennedy Tillern and Betty Tiller	4601 Riderwood Way, Chester, VA 23831	Unknown	3.9300	100.0%	3.9300	12.4518%
2	1	Don and Cindy Ashworth	852 Vandalia Road, Morgantown, WV 2650	Unknown	1.9650	100.0%	1.9650	6.2259%
3	1	Halbert and Peggy Ashworth	23 Rose Hill Drive, Bluffton, SC 29910	Unknown	1.9650	100.0%	1.9650	6.2259%
		Tract 3 Total Acreage		2.91				
4	3	Graham Kennedy Tiller and Betty Tiller	4601 Riderwood Way, Chester, VA 23831	Unknown	0.4850	100.0%	0.4850	1.5367%
5	3	Don and Cindy Ashworth	852 Vandalia Road, Morgantown, WV 2650	Unknown	0.2425	100.0%	0.2425	0.7683%
6	3	Halbert and Peggy Ashworth	23 Rose Hill Drive, Bluffton, SC 29910	Unknown	0.2425	100.0%	0.2425	0.7683%
		Tract 4 Total Acreage		10.70				
7	4	Graham Kennedy Tiller and Betty Tiller	4601 Riderwood Way, Chester, VA 23831	Unknown	1.7833	100.0%	1.7833	5.6502%
8	4	Don and Cindy Ashworth	852 Vandalia Road, Morgantown, WV 2650	Unknown	0.8917	100.0%	0.8917	2.8253%
9	4	Halbert and Peggy Ashworth	23 Rose Hill Drive, Bluffton, SC 29910	Unknown	0.8917	100.0%	0.8917	2.8253%

1. The Escrow Agent is ordered, to within ten (10) days of receipt of this executed order, disburse funds for the unit and applicants detailed in Table 1.
2. The Escrow Agent is ordered to continue the Escrow Account for the Subject Drilling unit based on the attached Revised Exhibit E which replaces all prior Exhibit E's recorded for the Subject Drilling Unit.

Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted **and IT IS SO ORDERED.**

**APPEALS:**

Appeals of this Order are governed by the provisions of the *Code of Virginia* § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court and that whenever a coal owner, coal operator, gas owner, gas operator, or operator of a gas storage field certificated by the State Corporation Commission is a party in such action, the court shall hear such appeal de novo.

**Effective Date:**

**This Order shall be effective on the date of its execution.**

DONE AND EXECUTED this 2 day of April, 2012, by a majority of the Virginia Gas and Oil Board.

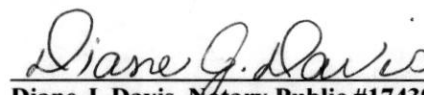
  
Bradley C. Lambert, Chairman  
Virginia Gas and Oil Board

DONE AND PERFORMED this 2<sup>nd</sup> day of April, 2012, by Order of the Virginia Gas and Oil Board.

  
Rick Cooper  
Principal Executive to the Staff  
Virginia Gas and Oil Board

COMMONWEALTH OF VIRGINIA  
COUNTY OF RUSSELL)

Acknowledged on this 2<sup>nd</sup> day of April, 2012, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is the Chairman of the Virginia Gas and Oil Board and Rick Cooper, being duly sworn did depose and say that he is Principal Executive to the Staff of the Virginia Gas and Oil Board, that they executed the same and were authorized to do so.

  
Diane J. Davis, Notary Public #174394

My commission expire: 09/30/2013

